
NOTES

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ADOPTED FISCAL YEAR 2003-04 BUDGET - FUND GROUP SUMMARIES

	BEGINNING BALANCE	REVENUES	TOTAL AVAILABLE	EXPENDI- TURES	DEBT SERVICE	CAPITAL PROJECTS	INTRFD TRANSFERS	EXPENDI- TURES	OTHER	ENDING BALANCE
<u>GENERAL FUND</u>										
General Operating	\$ 0	71,029,822	71,029,822	67,045,074	1,027,244	0	392,955	68,465,273	(2,564,549)	0
Shoreline Golf Links	2,002,926	3,896,970	5,899,896	3,391,044	0	0	417,569	3,808,613	0	2,091,283
TOTAL	\$ 2,002,926	74,926,792	76,929,718	70,436,118	1,027,244	0	810,524	72,273,886	(2,564,549)	2,091,283
<u>SPECIAL REVENUE</u>										
Gas Tax	\$ 21,098	1,388,780	1,409,878	83,393	0	220,000	1,021,290	1,324,683	0	85,195
Construction Tax	6,248,365	1,914,940	8,163,305	105,282	0	3,098,000	0	3,203,282	0	4,960,023
Below Market Housing	780,996	30,540	811,536	25,000	0	0	0	25,000	0	786,536
Transit Oriented Dev.	827,022	476,140	1,303,162	0	0	697,782	0	697,782	0	605,380
Revitalization Authority	1,165,724	3,076,190	4,241,914	375,371	0	0	1,528,732	1,904,103	0	2,337,811
Parking District #2	1,059,547	451,386	1,510,933	269,981	0	0	108,973	378,954	(255,759)	876,220
Supp Law Enforcement	(2,238)	146,892	144,654	137,789	0	0	0	137,789	0	6,865
CDBG	0	1,386,980	1,386,980	1,336,980	0	0	0	1,336,980	133,729	183,729
Local Law Enforcement	146,631	15,569	162,200	85,713	0	0	0	85,713	0	76,487
Cable Television	1,301,822	573,000	1,874,822	820,000	0	0	503,000	1,323,000	0	551,822
Shoreline Regional										
Park Community	40,004,143	22,155,516	62,159,659	6,759,376	5,143,379	13,187,000	1,962,178	27,051,933	0	35,107,726
TOTAL	\$ 51,553,110	31,615,933	83,169,043	9,998,885	5,143,379	17,202,782	5,124,173	37,469,219	(122,030)	45,577,794
<u>CAPITAL PROJECTS</u>										
Storm Drain	\$ 705,939	40,938	746,877	218	0	26,000	0	26,218	0	720,659
Park Land Dedication	2,701,842	336,259	3,038,101	0	0	832,162	0	832,162	(1,918,795)	287,144
TOTAL	\$ 3,407,781	377,197	3,784,978	218	0	858,162	0	858,380	(1,918,795)	1,007,803

ADOPTED FISCAL YEAR 2002-03 BUDGET - FUND GROUP SUMMARIES

(continued)

	BEGINNING BALANCE	REVENUES	TOTAL AVAILABLE	EXPENDI- TURES	DEBT SERVICE	CAPITAL PROJECTS	INTRFD TRANSFERS	EXPENDI- TURES	OTHER	ENDING BALANCE
<u>ENTERPRISE</u>										
Water	\$ 8,511,311	16,320,000	24,831,311	14,094,332	0	2,141,000	115,936	16,351,268	(5,193,328)	3,286,715
Wastewater	13,030,097	10,537,280	23,567,377	11,105,837	0	1,778,000	252,078	13,135,915	(7,938,879)	2,492,583
Solid Waste Mgmt	9,502,540	8,040,160	17,542,700	9,521,948	0	0	217,688	9,739,636	(2,315,155)	5,487,909
TOTAL	\$ 31,043,948	34,897,440	65,941,388	34,722,117	0	3,919,000	585,702	39,226,819	(15,447,362)	11,267,207
<u>INTERNAL SERVICE</u>										
Equip Maint & Repl	\$ 11,901,161	3,048,204	14,949,365	3,048,848	0	0	109,907	3,158,755	(11,866,739)	(76,129)
Workers' Compensation	4,554,495	2,397,140	6,951,635	1,658,000	0	0	0	1,658,000	(3,509,104)	1,784,531
Unemployment	550,135	69,270	619,405	67,250	0	0	0	67,250	0	552,155
Liability	5,546,579	1,031,110	6,577,689	1,415,550	0	0	1,000,000	2,415,550	(323,825)	3,838,314
Retirees Health	11,441,381	637,208	12,078,589	942,018	0	0	0	942,018	(10,141,160)	995,411
Employee Benefits	316,989	77,758	394,747	114,770	0	0	0	114,770	0	279,977
TOTAL	\$ 34,310,740	7,260,690	41,571,430	7,246,436	0	0	1,109,907	8,356,343	(25,840,828)	7,374,259
<u>GENERAL FUND RESERVE FUNDS</u>										
Reserves	\$ 64,746,380	4,389,972	69,136,352	647,557	756,903	0	1,009,524	2,413,984	(3,256,506)	63,465,862
TOTAL	\$ 64,746,380	4,389,972	69,136,352	647,557	756,903	0	1,009,524	2,413,984	(3,256,506)	63,465,862
GRAND TOTAL	\$ 187,064,885	153,468,024	340,532,909	123,051,331	6,927,526	21,979,944	8,639,830	160,598,631	(49,150,070)	130,784,208

GENERAL OPERATING FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Property Taxes	\$ 14,261,679	13,752,380	15,110,348	15,111,020
Sales Tax	16,715,021	17,569,640	14,327,643	13,771,800
Other Local Taxes	7,805,660	8,427,710	7,216,963	7,166,960
Licenses, Permits & Fees	4,727,860	4,190,650	4,433,299	4,231,990
Fines & Forfeitures	537,639	517,000	630,482	594,000
Use of Money & Property	9,959,208	9,384,330	9,455,409	8,850,500
Intergovernmental	4,973,912	4,777,620	4,913,783	4,824,650
Charges for Services	2,292,981	1,995,160	2,172,729	2,044,660
Other Revenues	1,156,792	907,980	1,194,046	1,155,040
Interfund Revenues & Transfers	8,305,833	9,157,000	9,221,426	11,219,448
Loan Repayments	1,894,251	2,059,754	2,059,753	2,059,754
Total	<u>72,630,836</u>	<u>72,739,224</u>	<u>70,735,881</u>	<u>71,029,822</u>
Expenditures and Uses of Funds:				
Operations	62,720,184	67,856,361	63,605,546	66,312,101
Debt Service Payments	1,867,719	1,018,419	1,001,669	1,027,244
Self Insurance	977,687	718,462	693,056	732,973
Transfer to Equip Replace Res	1,633,250	1,039,972	1,039,972	392,955
Transfer to Other Funds	82,292	0	0	0
Total	<u>67,281,132</u>	<u>70,633,214</u>	<u>66,340,243</u>	<u>68,465,273</u>
Revenues and Sources Over (Under) Expenditures and Uses	5,349,704	2,106,010	4,395,638	2,564,549
Economic Stabilization Contingency	(5,349,704)	(2,106,010)	(4,395,638)	(2,564,549)
Beginning Balance, July 1	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Ending Balance, June 30*	<u>\$ 0</u>	<u>0</u>	<u>0</u>	<u>0</u>

The General Operating Fund accounts for the operations of the City which are not recorded in other funds.

* Balance less any reserves for encumbrances and changes in assets and liabilities, is transferred to various reserves after the end of the fiscal year.

GENERAL OPERATING FUND: SHORELINE GOLF LINKS

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Investment Earnings	\$ 163,443	143,570	115,008	108,200
Green Fees	2,407,235	2,697,000	2,298,473	2,398,770
Golf Car/Other Rentals	352,195	350,000	347,587	350,000
Range Revenue	485,950	480,000	434,746	470,000
Retail Sales	457,008	426,000	440,249	435,000
Golf Lessons/Club Repair	160,877	100,000	124,260	125,000
Concessions	12,817	10,000	9,841	10,000
Other Revenues	71,597	0	79,776	0
Capital Projects Refunds	93,546	0	38,186	0
Total	<u>4,204,668</u>	<u>4,206,570</u>	<u>3,888,126</u>	<u>3,896,970</u>
Expenditures and Uses of Funds:				
Operations	2,851,285	2,991,142	2,911,371	2,910,171
Capital Projects	355,000	320,000	320,000	0
General Fund Administration	300,000	400,000	400,000	418,550
Self Insurance	33,830	50,329	49,175	62,323
Transfer to General Fund	0	250,000	250,000	250,000
Transfer to Water	0	0	0	7,703
Transfer to Equip Replace Res	145,902	164,572	164,572	159,866
Total	<u>3,686,017</u>	<u>4,176,043</u>	<u>4,095,118</u>	<u>3,808,613</u>
Revenues and Sources Over (Under)				
Expenditures and Uses	518,651	30,527	(206,992)	88,357
Beginning Balance, July 1	<u>1,691,267</u>	<u>2,209,918</u>	<u>2,209,918</u>	<u>2,002,926</u>
Ending Balance, June 30	\$ <u><u>2,209,918</u></u>	<u><u>2,240,445</u></u>	<u><u>2,002,926</u></u>	<u><u>2,091,283</u></u>

Shoreline Golf Links records revenues and expenditures related to the City's operation of the golf course. The City commenced direct management of the course on December 1, 1995.

GAS TAX FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Investment Earnings	\$ 73,882	72,040	37,793	21,280
2105 Funds	451,694	446,000	446,864	450,000
2106 Funds	328,296	319,000	314,178	320,000
2107 Funds	593,883	575,000	462,564	440,000
2107.5 Funds	7,500	7,500	7,500	7,500
Traffic Congestion Relief (AB2928)	164,246	198,000	152,993	150,000
Capital Projects Refunds	<u>288,988</u>	<u>0</u>	<u>80,564</u>	<u>0</u>
Total	<u>1,908,489</u>	<u>1,617,540</u>	<u>1,502,456</u>	<u>1,388,780</u>
Expenditures and Uses of Funds:				
Capital Projects	1,276,000	1,072,000	932,000	220,000
General Fund Administration	0	0	0	83,393
Transfer to General Fund	<u>785,920</u>	<u>1,021,290</u>	<u>1,021,290</u>	<u>1,021,290</u>
Total	<u>2,061,920</u>	<u>2,093,290</u>	<u>1,953,290</u>	<u>1,324,683</u>
Revenues and Sources Over (Under) Expenditures and Uses	(153,431)	(475,750)	(450,834)	64,097
Beginning Balance, July 1	<u>625,363</u>	<u>471,932</u>	<u>471,932</u>	<u>21,098</u>
Ending Balance, June 30	\$ <u><u>471,932</u></u>	<u><u>(3,818) *</u></u>	<u><u>21,098</u></u>	<u><u>85,195</u></u>

1. Section 2105 Funds: Expenditure of funds apportioned may be made for any street purpose. Funds apportioned to the City are on a per capita basis. In order to receive any allocation pursuant to this section the City shall annually expend from its General Fund for street and highway purposes an amount not less than the annual average of its expenditures from its General Fund during the 1987-88, 1988-89 and 1989-90 fiscal years as reported to the Controller pursuant to Section 2151.
2. Section 2106 and 2107 Funds: Expenditure of funds apportioned may be made for any street purpose. This includes construction, purchase of right-of-way, or maintenance. Funds are apportioned as follows: (a) 2106: \$4,800 fixed amount and a per capita distribution; (b) 2107: a per capita distribution, and interest earnings.
3. Section 2107.5 Funds-Engineering: Funds are required to be used exclusively for engineering and administrative costs in respect to streets and roads. The amount of \$7,500 apportioned to the City is based on population.

Expenditures of this fund are limited to specific purposes as prescribed by law; primarily road construction, maintenance and certain administrative costs. All expenditures are audited by the State Controller's Office.

* This deficit balance was replenished from anticipated capital project refunds.

CONSTRUCTION TAX - REAL PROPERTY CONVEYANCE TAX FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Real Property Conveyance Tax	\$ 4,054,461	2,000,000	2,153,653	1,500,000
Construction Tax - Other	38,225	35,000	8,050	8,000
Investment Earnings	535,300	498,540	491,333	406,940
Capital Projects Refunds	<u>414,578</u>	<u>0</u>	<u>111,106</u>	<u>0</u>
Total	<u>5,042,564</u>	<u>2,533,540</u>	<u>2,764,142</u>	<u>1,914,940</u>
Expenditures and Uses of Funds:				
Capital Projects	3,815,000	2,784,000	2,784,000	3,098,000
General Fund Administration	0	0	0	105,282
Transfer to General Fund	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>0</u>
Total	<u>3,845,000</u>	<u>2,814,000</u>	<u>2,814,000</u>	<u>3,203,282</u>
Revenues and Sources Over (Under) Expenditures and Uses	1,197,564	(280,460)	(49,858)	(1,288,342)
Beginning Balance, July 1	<u>5,100,659</u>	<u>6,298,223</u>	<u>6,298,223</u>	<u>6,248,365</u>
Ending Balance, June 30	<u>\$ 6,298,223</u>	<u>6,017,763</u>	<u>6,248,365</u>	<u>4,960,023</u>

The Construction Tax and Real Property Conveyance Tax Fund revenues are derived from fees authorized by Mountain View City Code, Sections 29.56 and 29.63 respectively. The Real Property Conveyance Tax is assessed at \$1.65 for each \$500 of real property located in the City when a transfer of ownership occurs. These revenues are to be used for implementation of the Capital Improvements Program.

BELOW MARKET HOUSING FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Below Market Housing In Lieu Fees	\$ 344,544	0	884,737	0
Investment Earnings	<u>12,714</u>	<u>5,070</u>	<u>43,888</u>	<u>30,540</u>
Total	<u>357,258</u>	<u>5,070</u>	<u>928,625</u>	<u>30,540</u>
Expenditures and Uses of Funds:				
Expenditures	<u>255,180</u>	<u>25,000</u>	<u>252,220</u>	<u>25,000</u>
Total	<u>255,180</u>	<u>25,000</u>	<u>252,220</u>	<u>25,000</u>
Revenues and Sources Over (Under) Expenditures and Uses	102,078	(19,930)	676,405	5,540
Beginning Balance, July 1	<u>2,513</u>	<u>206,251</u>	<u>104,591</u>	<u>780,996</u>
Ending Balance, June 30	\$ <u><u>104,591</u></u>	<u><u>186,321</u></u>	<u><u>780,996</u></u>	<u><u>786,536</u></u>

The Below Market Rate Housing Program requires that 10.0% of all new residential units be affordable to low and moderate income households. A developer may pay a fee in-lieu of providing these units. These funds will then be used to provide affordable housing approved by City Council. The City has contracted with the Housing Authority of Santa Clara County to provide the administrative support for this program.

TRANSIT ORIENTED DEVELOPMENT

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Transit Oriented Development Fees	\$ 1,972,782	0	0	0
Investment Earnings	38,590	0	90,650	76,140
Capital Project Refunds	<u>0</u>	<u>0</u>	<u>0</u>	<u>400,000</u>
Total	<u>2,011,372</u>	<u>0</u>	<u>90,650</u>	<u>476,140</u>
Expenditures and Uses of Funds:				
Capital Projects	<u>1,275,000</u>	<u>0</u>	<u>0</u>	<u>697,782</u>
Total	<u>1,275,000</u>	<u>0</u>	<u>0</u>	<u>697,782</u>
Revenues and Sources Over (Under) Expenditures and Uses	736,372	0	90,650	(221,642)
Beginning Balance, July 1	<u>0</u>	<u>736,372</u>	<u>736,372</u>	<u>827,022</u>
Ending Balance, June 30	\$ <u><u>736,372</u></u>	<u><u>736,372</u></u>	<u><u>827,022</u></u>	<u><u>605,380</u></u>

A developer may apply for a Transit Oriented Development (TOD) Overlay Zone and a TOD permit which would require the development to provide certain transit related improvements as a condition of the increased density. A developer may pay the City to provide these improvements.

REVITALIZATION AUTHORITY FUND
Statement of Revenues, Expenditures and Balances

	Audited Actual 2001-02	Adopted Budget 2002-03	Unaudited Actual 2002-03	Adopted Budget 2003-04
Revenues and Sources of Funds:				
Property Taxes	\$ 2,453,260	2,665,720	2,551,921	2,916,170
Investment Earnings	171,312	182,740	188,032	160,020
Other Revenues	1,366	0	1,608	0
Transfer from General Fund	36,516	0	0	0
Transfer from Parking District	63,430	0	0	0
Loan From SRPC	0	0	1,910,000	0
Capital Project Refunds	55,876	0	0	0
Total	<u>2,781,760</u>	<u>2,848,460</u>	<u>4,651,561</u>	<u>3,076,190</u>
Expenditures and Uses of Funds:				
Operations	111,103	339,688	221,287	171,549
Capital Projects	0	3,048,000	3,048,000	0
General Fund Administration	96,850	101,690	101,690	203,010
Housing Set Aside	490,652	533,144	510,384	583,234
Property Purchase	0	0	1,912,187	0
Self Insurance	577	672	660	812
ERAF	0	0	73,679	0
General Fund Loan Repayments	218,748	187,846	187,846	182,022
Indebtedness Pymt to General Fund Res	722,806	758,590	724,231	756,903
Transfer to General Fund	6,000	6,000	6,000	6,000
Transfer to Equip Replace Res	743	612	612	573
Total	<u>1,647,479</u>	<u>4,976,242</u>	<u>6,786,576</u>	<u>1,904,103</u>
Revenues and Sources Over (Under) Expenditures and Uses	1,134,281	(2,127,782)	(2,135,015)	1,172,087
Beginning Balance, July 1	<u>2,166,458</u>	<u>3,300,739</u>	<u>3,300,739</u>	<u>1,165,724</u>
Ending Balance, June 30	\$ <u>3,300,739</u>	<u>1,172,957</u>	<u>1,165,724</u>	<u>2,337,811</u>
Housing Set Aside Fund*	\$ <u>1,905,593</u>	<u>2,501,787</u>	<u>2,587,288</u>	<u>3,247,356</u>

Creation of the Revitalization Authority was authorized by Council Ordinance No. 38.69, adopted October 27, 1969. The initial project area is the Civic Center shopping area, as provided in Council Resolution 8507, adopted December 15, 1969. Financing of capital improvements may include tax increment financing as authorized by the California Redevelopment Law (Section 33670 of State Health and Safety Code).

	Total Assessed Value	Frozen Base	Tax Increment Value
Actual 1997-98**	\$111,986,194	\$21,235,200	\$90,750,994
Actual 1998-99	\$125,444,984	\$21,235,200	\$104,209,784
Actual 1999-2000	\$139,030,493	\$21,235,200	\$117,795,293
Actual 2000-01	\$156,026,173	\$21,235,200	\$134,790,973
Actual 2001-02	\$197,824,921	\$21,235,200	\$176,589,721
Unaudited 2002-03	\$220,568,262	\$21,235,200	\$199,333,062
Adopted 2003-04	\$271,401,546	\$21,235,200	\$250,166,346

The Revitalization Authority receives tax increment derived from the difference in the frozen base year value and the current fiscal year assessed value.

* \$809,000 of future funds are designated to the Efficiency Studios project.

** The County made a correction to the frozen base for Fiscal Year 1997-98.

PARKING DISTRICT #2 FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Property Taxes	\$ 51,465	48,070	51,280	54,240
Permit Revenues	69,371	71,280	67,109	66,270
Investment Earnings	214,174	192,330	196,512	169,770
Rents and Leases	92,967	0	5,150	0
Homeowner's Tax Exemption	2,204	1,770	2,550	2,500
Maintenance Assessment	158,578	160,000	158,597	158,606
Other Revenues	1,469	500	1,348	0
Parking In Lieu Fees	195,000	0	0	0
Capital Projects Refunds	177,694	0	5,668	0
Total	<u>962,922</u>	<u>473,950</u>	<u>488,214</u>	<u>451,386</u>
Expenditures and Uses of Funds:				
Operations	96,136	137,150	86,862	141,338
Capital Projects	332,000	1,820,000	1,820,000	0
General Fund Administration	3,000	3,000	3,000	127,754
Self Insurance	604	722	708	889
Transfer to General Fund	108,400	108,400	108,400	108,400
Transfer to Revitalization	63,430	0	0	0
Transfer to Shoreline Park Community	79,516	0	0	0
Transfer to Equip Replace Res	743	612	612	573
Total	<u>683,829</u>	<u>2,069,884</u>	<u>2,019,582</u>	<u>378,954</u>
Revenues and Sources Over (Under) Expenditures and Uses	279,093	(1,595,934)	(1,531,368)	72,432
Beginning Balance, July 1	2,311,822	2,590,915	2,590,915	1,059,547
Reserve for Future Parking	<u>(1,116,336)</u>	<u>0</u>	<u>(148,350)</u>	<u>(255,759)</u>
Ending Balance, June 30	<u>\$ 1,474,579</u>	<u>994,981</u>	<u>911,197</u>	<u>876,220</u>

The Parking District is a maintenance assessment district in the downtown Castro Street area created to provide for and maintain parking lots. In addition to property tax revenues, an annual assessment is levied on properties in the district. The Mountain View City Code requires that as a condition of approval for any development within the Downtown Parking District, the developer or owner shall provide the required off-street parking, pay the parking in lieu fee established by Council or a combination of the two. These funds are collected and reserved to fund the construction of new parking spaces.

SUPPLEMENTAL LAW ENFORCEMENT SERVICES FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
COPs Grant	\$ <u>144,398</u>	<u>146,509</u>	<u>142,220</u>	<u>146,892</u>
Total	<u>144,398</u>	<u>146,509</u>	<u>142,220</u>	<u>146,892</u>
 Expenditures and Uses of Funds:				
Expenditures	<u>217,114</u>	<u>189,811</u>	<u>187,760</u>	<u>137,789</u>
Total	<u>217,114</u>	<u>189,811</u>	<u>187,760</u>	<u>137,789</u>
 Revenues and Sources Over (Under) Expenditures and Uses	(72,716)	(43,302)	(45,540)	9,103
 Beginning Balance, July 1	<u>116,018</u>	<u>43,302</u>	<u>43,302</u>	<u>(2,238)</u>
 Ending Balance, June 30	\$ <u><u>43,302</u></u>	<u><u>0</u></u>	<u><u>(2,238)</u></u>	<u><u>6,865</u></u>

The Supplemental Law Enforcement Services Fund receives revenues from a state grant to counties and cities to fund additional front-line law enforcement services. Each city is required to report periodically to an oversight committee in their county.

COMMUNITY DEVELOPMENT BLOCK GRANT FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Investment Earnings	\$ 139,693	7,000	29,581	0
Federal Grant	2,377,773	865,000	778,999	857,000
Home Program	868,080	474,000	287,472	479,980
Loan Repayments	65,407	100,000	38,544	50,000
Other Revenues	8,666	0	9,972	0
Total	<u>3,459,619</u>	<u>1,446,000</u>	<u>1,144,568</u>	<u>1,386,980</u>
Expenditures and Uses of Funds:				
Expenditures	3,439,619	1,339,000	625,217	1,336,980
Loans	20,000	0	519,351	0
Total	<u>3,459,619</u>	<u>1,339,000</u>	<u>1,144,568</u>	<u>1,336,980</u>
Revenues and Sources Over (Under) Expenditures and Uses	0	107,000	0	50,000
Reprogrammed Revenue	0	0	0	133,729
Beginning Balance, July 1	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Ending Balance, June 30	<u>\$ 0</u>	<u>107,000</u>	<u>0</u>	<u>183,729</u>

The Community Development Block Grant Fund derives its revenues from grants received from the Department of Housing and Urban Development. The intent of the program is to enhance the physical development of the community. Public services are also eligible to a limited extent.

LOCAL LAW ENFORCEMENT BLOCK GRANT FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Investment Earnings	\$ 9,154	0	7,139	6,045
Federal Grant	102,574	0	85,713	0
Transfer from General Fund Reserve	<u>6,609</u>	<u>11,397</u>	<u>11,397</u>	<u>9,524</u>
Total	<u>118,337</u>	<u>11,397</u>	<u>104,249</u>	<u>15,569</u>
Expenditures and Uses of Funds:				
Expenditures	<u>125,920</u>	<u>0</u>	<u>96,095</u>	<u>85,713</u>
Total	<u>125,920</u>	<u>0</u>	<u>96,095</u>	<u>85,713</u>
Revenues and Sources Over (Under) Expenditures and Uses	(7,583)	11,397	8,154	(70,144)
Beginning Balance, July 1	<u>146,060</u>	<u>138,477</u>	<u>138,477</u>	<u>146,631</u>
Ending Balance, June 30	\$ <u><u>138,477</u></u>	<u><u>149,874</u></u>	<u><u>146,631</u></u>	<u><u>76,487</u></u>

A Federal grant from the Local Law Enforcement Block Grant Program/Crime Control Act of 1996 allocates funding to local law enforcement agencies for community policing. The grant program requires matching funds of a minimum of 10% of the total program costs.

CABLE TELEVISION FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
<u>City Operations:</u>				
Revenues and Sources of Funds:				
Franchise Fees (3.0%)	\$ 383,865	384,000	319,146	300,000
Other Revenue	0	0	25,000	0
TCI Lease Payment (PEG Support)	73,000	73,000	73,000	73,000
Total	<u>456,865</u>	<u>457,000</u>	<u>417,146</u>	<u>373,000</u>
Expenditures and Uses of Funds:				
Expenditures	313,463	237,000	210,499	70,000
Transfer to General Fund	191,932	265,000	232,573	303,000
Total	<u>505,395</u>	<u>502,000</u>	<u>443,072</u>	<u>373,000</u>
Revenues and Sources Over (Under) Expenditures and Uses	(48,530)	(45,000)	(25,926)	0
City Operations-Beginning Balance, July 1	<u>626,278</u>	<u>577,748</u>	<u>577,748</u>	<u>551,822</u>
City Operations-Ending Balance, June 30	<u>577,748</u>	<u>532,748</u>	<u>551,822</u>	<u>551,822</u>
<u>Public Access:</u>				
Revenues and Sources of Funds:				
Franchise Fee (2.0%)	255,908	256,000	212,764	200,000
Interest Earnings	41,484	37,500	35,669	0
Total	<u>297,392</u>	<u>293,500</u>	<u>248,433</u>	<u>200,000</u>
Expenditures and Uses of Funds:				
Expenditures	299,066	293,500	248,433	750,000
Transfer to General Fund	0	0	0	200,000
Total	<u>299,066</u>	<u>293,500</u>	<u>248,433</u>	<u>950,000</u>
Revenues and Sources Over (Under) Expenditures and Uses	(1,674)	0	0	(750,000)
Public Access-Beginning Balance, July 1	<u>751,674</u>	<u>750,000</u>	<u>750,000</u>	<u>750,000</u>
Public Access-Ending Balance, June 30*	<u>750,000</u>	<u>750,000</u>	<u>750,000</u>	<u>0</u>
City Operations/Public Access Balance	<u>\$ 1,327,748</u>	<u>1,282,748</u>	<u>1,301,822</u>	<u>551,822</u>

Ordinance No. 4.96, adopted on July 30, 1996 amended Chapter 37 of the Mountain View City Code relating to Cable Television franchise regulations in its entirety. It is anticipated that all expenditures incurred by the City will be recovered by franchise fee revenue.

Fees were previously separated and used for two purposes: 3.0% for City operations and the remaining 2.0% for public access programming. With the FY2003-04 adopted budget Council modified this to a maximum \$70,000 government access commitment to be paid to Mountain View Community Television (KMVT). The remainder will be transferred to the General Operating Fund.

*The balance of \$750,000 was previously maintained for public access with interest earnings paid monthly to KMVT. With the FY 2003-04 adopted budget Council approved payment of these funds to KMVT.

SHORELINE REGIONAL PARK COMMUNITY FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Property Taxes	\$ 23,175,509	19,670,778	22,027,971	20,281,722
Investment Earnings	1,941,321	1,640,220	1,945,629	1,743,794
Rents and Leases	116,171	115,000	118,338	115,000
Other Revenues	56,009	15,000	118,120	15,000
Transfer from General Fund	45,776	0	0	0
Transfer from Parking District	79,516	0	0	0
Capital Projects Refunds	4,102,836	0	504,116	0
Total	<u>29,517,138</u>	<u>21,440,998</u>	<u>24,714,174</u>	<u>22,155,516</u>
Expenditures and Uses of Funds:				
Operations	1,989,433	2,489,249	2,152,826	2,657,657
Capital Projects	3,249,000	4,374,000	4,480,000	13,187,000
General Fund Administration	2,750,950	2,997,270	2,997,270	4,065,826
Principal - 1992 TA Refunding Bonds	1,060,000	0	0	0
Interest - 1992 TA Refunding Bonds	557,111	0	0	0
Principal - 1993 Tax Alloc Bonds	725,000	760,000	760,000	795,000
Interest - 1993 Tax Alloc Bonds	1,166,210	1,141,504	1,130,412	1,102,231
Principal - 1996 Tax Alloc Bonds	540,000	565,000	565,000	590,000
Interest - 1996 Tax Alloc Bonds	1,060,014	1,042,849	1,034,743	1,015,270
Principal - 2001 Tax Alloc Bonds	0	870,000	870,000	915,000
Interest - 2001 Tax Alloc Bonds	411,797	757,115	736,358	725,878
General Fund Loan Repayment	1,894,251	1,894,252	1,894,251	1,894,252
Bond Call	4,141,850	0	0	0
Self Insurance	20,969	29,960	29,418	35,893
Transfer to General Fund	8,092	0	0	0
Loan to Revitalization Authority	0	0	1,910,000	0
Transfer to Water Fund	0	0	0	16,165
Transfer to Equip Replace Res	23,331	59,924	59,924	51,761
Total	<u>19,598,008</u>	<u>16,981,123</u>	<u>18,620,202</u>	<u>27,051,933</u>
Revenues and Sources Over (Under)				
Expenditures and Uses	9,919,130	4,459,875	6,093,972	(4,896,417)
Beginning Balance, July 1	23,991,041	33,910,171	33,910,171	40,004,143
Ending Balance, June 30	<u>\$ 33,910,171</u>	<u>38,370,046</u>	<u>40,004,143</u>	<u>35,107,726</u>

Resolution 8184, February 10, 1969, endorsed a State Law to create the North Bayshore District. Subsequently, State Assembly Bill 1027 (1969), Chapter 1109 created the Community. Assessed values are as follows:

		<u>Total Assessed Value</u>	<u>Frozen Base</u>	<u>Tax Increment Value</u>
Actual	1997-98*	\$1,324,607,149	\$37,141,721	\$1,287,465,428
Actual	1998-99	\$1,435,642,561	\$37,141,721	\$1,398,500,840
Actual	1999-2000	\$1,554,285,946	\$37,141,721	\$1,517,144,225
Actual	2000-01*	\$1,921,454,024	\$33,888,148	\$1,887,565,876
Actual	2001-02	\$2,227,536,582	\$33,888,148	\$2,193,648,434
Unaudited	2002-03	\$2,079,768,722	\$33,888,148	\$2,045,880,574
Adopted	2003-04	\$2,003,163,729	\$33,888,148	\$1,969,275,581

The Community receives tax increment derived from the difference in the frozen base year value and the current year assessed value.

*In Fiscal Years 1997-98 and 2000-01 the County made corrections to the frozen base.

STORM DRAIN CONSTRUCTION FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Investment Earnings	\$ 40,669	37,104	35,902	30,938
Existing Facilities & Front Footage	15,174	10,000	31,731	10,000
Capital Projects Refunds	<u>36,691</u>	<u>0</u>	<u>15,393</u>	<u>0</u>
Total	<u>92,534</u>	<u>47,104</u>	<u>83,026</u>	<u>40,938</u>
Expenditures and Uses of Funds:				
Capital Projects	26,000	26,000	61,000	26,000
General Fund Administration	<u>0</u>	<u>0</u>	<u>0</u>	<u>218</u>
Total	<u>26,000</u>	<u>26,000</u>	<u>61,000</u>	<u>26,218</u>
Revenues and Sources Over (Under)				
Expenditures and Uses	66,534	21,104	22,026	14,720
Beginning Balance, July 1	<u>617,379</u>	<u>683,913</u>	<u>683,913</u>	<u>705,939</u>
Ending Balance, June 30	<u>\$ 683,913</u>	<u>705,017</u>	<u>705,939</u>	<u>720,659</u>

The Storm Drain Construction Fund revenues are derived from off-site drainage fees authorized by Mountain View Code Section 28.51. These revenues are to be used for storm drainage projects in the Capital Improvements Program.

PARK LAND DEDICATION FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Investment Earnings	\$ 425,909	376,419	380,351	336,259
Construction Fees	1,020,256	0	219,468	0
Capital Project Refunds	<u>5,911</u>	<u>0</u>	<u>108,038</u>	<u>0</u>
Total	<u>1,452,076</u>	<u>376,419</u>	<u>707,857</u>	<u>336,259</u>
Expenditures and Uses of Funds:				
Capital Projects	667,756	103,741	1,103,072	832,162
Transfer to General Fund	<u>0</u>	<u>0</u>	<u>10,000</u>	<u>0</u>
Total	<u>667,756</u>	<u>103,741</u>	<u>1,113,072</u>	<u>832,162</u>
Revenues and Sources Over (Under) Expenditures and Uses	784,320	272,678	(405,215)	(495,903)
Beginning Balance, July 1	2,322,737	3,107,057	3,107,057	2,701,842
Designated for future CIP's	<u>(1,581,448)</u>	<u>(1,617,038)</u>	<u>(1,918,795)</u>	<u>(1,918,795)</u>
Ending Balance, June 30	\$ <u><u>1,525,609</u></u>	<u><u>1,762,697</u></u>	<u><u>783,047</u></u>	<u><u>287,144</u></u>

The Park Land Dedication Fund (previously named the Recreation Construction Fund) revenues are derived from fees authorized by Chapter 41 of the Mountain View City Code. These revenues are to be used for park and recreation projects. Effective FY 1997-98 each fee is approved and designated by Council after it is received. As this type of fee is dependent upon subdivision and single lot development, future fee revenue is no longer forecasted and budgeted in advance.

WATER FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Investment Earnings	\$ 1,317,811	1,248,142	1,123,646	976,935
Water Sales	13,252,372	13,487,900	13,281,094	14,687,849
Connection Fees	12,475	10,000	5,174	5,000
Water Main Extensions	16,560	15,000	0	5,000
Other Revenues	402,170	230,000	695,689	230,000
Transfer from Shoreline Golf Links	0	0	0	7,703
Transfer from Shoreline Park Community	0	0	0	16,165
Transfer from Wastewater	197,110	203,800	203,800	170,330
Transfer from Solid Waste Management	123,260	126,200	126,200	126,390
Transfer from Equipment Maintenance	72,569	74,020	74,020	94,628
Capital Projects Refunds	379,324	0	30,992	0
Total	<u>15,773,651</u>	<u>15,395,062</u>	<u>15,540,615</u>	<u>16,320,000</u>
Expenditures and Uses of Funds:				
Operations	4,710,834	4,870,735	4,467,464	4,929,565
Water Purchased	5,473,328	5,650,910	5,463,389	6,973,436
Capital Projects	4,112,000	3,424,000	3,424,000	2,141,000
General Fund Administration	944,270	1,182,150	1,182,150	1,469,198
Depreciation	618,011	618,239	752,188	618,239
Self Insurance	70,332	91,479	89,624	103,894
Transfer to General Fund	141,740	0	75,000	0
Transfer to Equip Replace Res	135,538	133,421	133,421	115,936
Total	<u>16,206,053</u>	<u>15,970,934</u>	<u>15,587,236</u>	<u>16,351,268</u>
Revenues and Sources Over (Under)				
Expenditures and Uses	(432,402)	(575,872)	(46,621)	(31,268)
Net Change In Non Current Assets	1,051,371	618,239	578,097	618,239
Beginning Balance, July 1	7,360,866	8,022,805	7,979,835	8,511,311
Reserve	<u>(5,356,930)</u>	<u>(5,356,930)</u>	<u>(5,356,930)</u>	<u>(5,811,567)</u>
Ending Balance, June 30	<u>\$ 2,622,905</u>	<u>2,708,242</u>	<u>3,154,381</u>	<u>3,286,715</u>

The Water Fund accounts for the operation and maintenance of all facilities required to supply, distribute and meter the water used by consumers in the City's service area.

WASTEWATER FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Hazardous Materials Permits	\$ 248,792	250,000	239,296	250,000
Investment Earnings	944,363	909,518	763,009	682,110
Wastewater Charges	8,019,360	8,696,331	8,557,239	9,186,070
Connection Fees	26,562	27,000	20,851	27,000
Blended Water Charges	371,746	350,000	373,141	350,000
Wastewater Main Extensions	35,572	30,000	57,335	30,000
Other Revenues	123,083	12,100	507,286	12,100
Capital Projects Refunds	164,989	0	15,361	0
Total	<u>9,934,467</u>	<u>10,274,949</u>	<u>10,533,518</u>	<u>10,537,280</u>
Expenditures and Uses of Funds:				
Operations	2,823,072	3,454,446	2,786,659	3,478,565
Water Quality Control Plant	5,595,105	6,032,990	5,180,582	5,976,500
Capital Projects	2,169,000	1,530,000	1,955,000	1,778,000
General Fund Administration	929,230	1,085,620	1,085,620	1,113,445
Depreciation	478,241	475,206	495,514	478,241
Self Insurance	36,720	51,340	50,379	59,086
Transfer to General Fund	48,540	0	0	0
Transfer to Water Fund	197,110	203,800	203,800	170,330
Transfer to Equip Replace Res	95,602	94,067	94,067	81,748
Total	<u>12,372,620</u>	<u>12,927,469</u>	<u>11,851,621</u>	<u>13,135,915</u>
Revenues and Sources Over (Under) Expenditures and Uses	(2,438,153)	(2,652,520)	(1,318,103)	(2,598,635)
Net Change In Non Current Assets	634,629	475,206	842,134	478,241
Beginning Balance, July 1	15,309,590	13,671,529	13,506,066	13,030,097
Reserve	<u>(9,450,120)</u>	<u>(9,120,120)</u>	<u>(8,695,120)</u>	<u>(8,417,120)</u>
Ending Balance, June 30	<u>\$ 4,055,946</u>	<u>2,374,095</u>	<u>4,334,977</u>	<u>2,492,583</u>

This fund accounts for the operation and maintenance of all facilities (including Mountain View's share of operation costs of the Palo Alto Regional Water Quality Control Plant) required to transport and process wastewater. Chapter 35 of the Mountain View City Code authorizes the collection of a wastewater service charge, a connection charge and an existing facility and front footage charge.

SOLID WASTE MANAGEMENT FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Investment Earnings	\$ 419,794	381,921	396,092	332,601
Intergovernmental	117,003	128,000	99,992	94,000
Waste Disposal Charges	8,270,981	7,996,036	7,435,247	7,563,559
Sale of Recycled Material	37,454	0	74,305	50,000
Other Revenues	79,369	0	132,821	0
Capital Projects Refunds	297	8,000	0	0
City Revenues	8,924,898	8,513,957	8,138,457	8,040,160
Foothill Revenues	8,502,666	9,080,847	8,304,749	8,612,024
Total	<u>17,427,564</u>	<u>17,594,804</u>	<u>16,443,206</u>	<u>16,652,184</u>
Expenditures and Uses of Funds:				
Operations	2,021,201	2,595,527	2,519,383	4,075,159
Collection and Disposal	4,352,570	5,283,193	4,724,115	4,508,299
Capital Projects	128,000	0	150,000	0
General Fund Administration	546,970	633,580	633,580	844,077
Depreciation	16,105	44,224	9,333	44,224
Self Insurance	32,448	43,204	42,353	50,189
Transfer to General Fund	17,240	0	0	0
Transfer to Water Fund	123,260	126,200	126,200	126,390
Transfer to Equip Replace Res	106,592	105,878	105,878	91,298
City Expenditures	7,344,386	8,831,806	8,310,842	9,739,636
Payments to Foothill	8,502,666	9,080,847	8,304,749	8,612,024
Total	<u>15,847,052</u>	<u>17,912,653</u>	<u>16,615,591</u>	<u>18,351,660</u>
Revenues and Sources Over (Under) Expenditures and Uses	1,580,512	(317,849)	(172,385)	(1,699,476)
Net Change In Non Current Assets	16,105	44,224	11,373	44,224
Beginning Balance, July 1	8,066,935	8,564,920	9,663,552	9,502,540
Reserves	<u>(2,359,379)</u>	<u>(2,359,379)</u>	<u>(2,359,379)</u>	<u>(2,359,379)</u>
Ending Balance, June 30	\$ <u>7,304,173</u>	<u>5,931,916</u>	<u>7,143,161</u>	<u>5,487,909</u>

The Solid Waste Management Fund is responsible for the collection, transportation, recycling and disposal services of the City. It also funds two of the City's landfill post closure maintenance activities. Revenue and payments for Foothill Disposal Company (Foothill) are included for informational purposes only, a budget is not adopted for Foothill.

EQUIPMENT MAINTENANCE AND REPLACEMENT INTERNAL SERVICE FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Investment Earnings	\$ 553,322	479,307	516,176	439,415
Interfund Service Charges	1,439,041	1,662,100	1,541,617	1,698,800
Other Revenues	92,197	0	86,449	0
Transfer from General Fund	1,633,250	1,039,972	1,039,972	552,821
Transfer from Other Funds	<u>526,497</u>	<u>576,419</u>	<u>576,419</u>	<u>357,168</u>
Total	<u>4,244,307</u>	<u>3,757,798</u>	<u>3,760,633</u>	<u>3,048,204</u>
Expenditures and Uses of Funds:				
Operations	1,327,573	1,581,533	1,493,335	1,641,627
Equipment Purchases	1,240,840	2,171,598	1,218,026	1,407,221
Transfer to Water Fund	72,569	74,020	74,020	94,628
Transfer to Equip Replace Res	<u>18,046</u>	<u>17,333</u>	<u>17,333</u>	<u>15,279</u>
Total	<u>2,659,028</u>	<u>3,844,484</u>	<u>2,802,714</u>	<u>3,158,755</u>
Revenues and Sources Over (Under) Expenditures and Uses	1,585,279	(86,686)	957,919	(110,551)
Net Change In Non Current Assets	(46,501)	0	14,490	11,000
Beginning Balance, July 1	9,389,974	10,928,752	10,928,752	11,901,161
Equipment Replacement Reserve	<u>(10,972,873)</u>	<u>(10,906,460)</u>	<u>(11,929,837)</u>	<u>(11,877,739)</u>
Ending Balance, June 30	<u>\$ (44,121)</u>	<u>(64,394)</u>	<u>(28,676)</u>	<u>(76,129)</u>

The purpose of this fund is to account for centralized fleet maintenance costs and to bill all funds utilizing maintenance services a proportionate charge. In addition, this fund accounts for certain equipment replacement requirements of the City.

WORKERS' COMPENSATION SELF-INSURANCE FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Investment Earnings	\$ 233,946	216,830	197,403	173,596
Interfund Service Charges	1,330,066	1,224,957	1,208,077	1,223,544
Transfer from Liability Insurance	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,000,000</u>
Total	<u>1,564,012</u>	<u>1,441,787</u>	<u>1,405,480</u>	<u>2,397,140</u>
Expenditures and Uses of Funds:				
Expenditures	<u>1,444,996</u>	<u>1,774,080</u>	<u>1,429,290</u>	<u>1,658,000</u>
Total	<u>1,444,996</u>	<u>1,774,080</u>	<u>1,429,290</u>	<u>1,658,000</u>
Revenues and Sources Over (Under) Expenditures and Uses	119,016	(332,293)	(23,810)	739,140
Beginning Balance, July 1	4,459,289	4,578,305	4,578,305	4,554,495
Reserve - Future Claims Payable	<u>(3,743,237)</u>	<u>(2,807,528)</u>	<u>(3,509,104)</u>	<u>(3,509,104)</u>
Ending Balance, June 30	\$ <u><u>835,068</u></u>	<u><u>1,438,484</u></u>	<u><u>1,045,391</u></u>	<u><u>1,784,531</u></u>

The City implemented a self-insurance program for Workers Compensation benefits on September 7, 1975 as authorized by Council Resolution No. 10581. This program provides for State mandated insurance benefits (salary and medical costs) for employees who are injured on the job.

Financially, this fund is composed of resources for current operating expenditures, future costs of previously incurred injury claims and reserves for catastrophic losses. This fund also provides for the administration of safety and loss prevention programs throughout the City to reduce the probability of incurring future catastrophic claims against the City.

UNEMPLOYMENT SELF-INSURANCE FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Investment Earnings	\$ 28,128	25,302	25,077	21,690
Interfund Service Charges	<u>46,737</u>	<u>48,110</u>	<u>47,100</u>	<u>47,580</u>
Total	<u>74,865</u>	<u>73,412</u>	<u>72,177</u>	<u>69,270</u>
Expenditures and Uses of Funds:				
Expenditures	<u>21,385</u>	<u>67,250</u>	<u>67,250</u>	<u>67,250</u>
Total	<u>21,385</u>	<u>67,250</u>	<u>67,250</u>	<u>67,250</u>
Revenues and Sources Over (Under) Expenditures and Uses	53,480	6,162	4,927	2,020
Beginning Balance, July 1	<u>491,728</u>	<u>545,208</u>	<u>545,208</u>	<u>550,135</u>
Ending Balance, June 30	\$ <u><u>545,208</u></u>	<u><u>551,370</u></u>	<u><u>550,135</u></u>	<u><u>552,155</u></u>

The City implemented a self-insurance program for unemployment benefits on March 13, 1978 as authorized by Council Resolution No. 11975. This program provides for State and Federal mandated unemployment insurance benefits for employees.

LIABILITY INSURANCE FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Investment Earnings	\$ 215,416	196,742	184,630	158,740
Other Revenues	40,045	0	1,019,872	0
Interfund Service Charges	<u>583,340</u>	<u>797,918</u>	<u>797,918</u>	<u>872,370</u>
Total	<u>838,801</u>	<u>994,660</u>	<u>2,002,420</u>	<u>1,031,110</u>
Expenditures and Uses of Funds:				
Expenditures	738,178	1,018,340	799,167	1,415,550
Transfer to Workers Compensation	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,000,000</u>
Total	<u>738,178</u>	<u>1,018,340</u>	<u>799,167</u>	<u>2,415,550</u>
Revenues and Sources Over (Under) Expenditures and Uses	100,623	(23,680)	1,203,253	(1,384,440)
Beginning Balance, July 1	4,242,703	4,343,326	4,343,326	5,546,579
Reserve - Future Claims	<u>(225,720)</u>	<u>(743,324)</u>	<u>(323,825)</u>	<u>(323,825)</u>
Ending Balance, June 30	<u>\$ 4,117,606</u>	<u>3,576,322</u>	<u>5,222,754</u>	<u>3,838,314</u>

On August 11, 1980, Council approved a self-insurance program for liability insurance effective September 1, 1980. Existing provisions include:

1. \$500,000 self-insurance retention (SIR).
2. \$19.5 million coverage above the SIR through ACCEL joint powers authority, for a total of \$20.0 million.
3. Claims approval authority to \$30,000.
4. Collision coverage only for certain high-value vehicles.

Liability claims adjusting and monthly claims analysis reports are provided by a third party professional claims adjusting firm. The City acts as its own agent and controls risk to limit liability loss exposure. Other insurance such as fire, fidelity bonds and other coverages are not self-insured and are paid directly from the General Operating Fund. There is a \$500,000 self-insurance retention for each liability incident. The minimum reserve and balance for future claims of \$2.0 million is maintained in accordance with Council policy.

RETIREEES' HEALTH PROGRAM INSURANCE FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Investment Earnings	\$ 607,752	556,876	525,890	463,518
Other Revenue	17,644	0	18,305	0
Interfund Service Charges	<u>524,283</u>	<u>125,160</u>	<u>125,160</u>	<u>173,690</u>
Total	<u>1,149,679</u>	<u>682,036</u>	<u>669,355</u>	<u>637,208</u>
Expenditures and Uses of Funds:				
Expenditures	<u>570,789</u>	<u>715,193</u>	<u>732,899</u>	<u>942,018</u>
Total	<u>570,789</u>	<u>715,193</u>	<u>732,899</u>	<u>942,018</u>
Revenues and Sources Over (Under)				
Expenditures and Uses	578,890	(33,157)	(63,544)	(304,810)
Beginning Balance, July 1	10,926,035	11,504,925	11,504,925	11,441,381
Reserve	<u>(10,593,728)</u>	<u>(10,508,050)</u>	<u>(10,481,156)</u>	<u>(10,141,160)</u>
Ending Balance, June 30	<u>\$ 911,197</u>	<u>963,718</u>	<u>960,225</u>	<u>995,411</u>

This fund was established in Fiscal Year 1985-86 as a self-insurance fund to pay the health insurance premiums of retired City employees. An actuarial analysis to determine the fund's future liability has been conducted and the reserve has been supplemented as funds became available.

EMPLOYEE BENEFITS SELF-INSURANCE FUND

Statement of Revenues, Expenditures and Balances

	Audited Actual <u>2001-02</u>	Adopted Budget <u>2002-03</u>	Unaudited Actual <u>2002-03</u>	Adopted Budget <u>2003-04</u>
Revenues and Sources of Funds:				
Investment Earnings	\$ 15,859	14,355	13,722	11,488
Insurance and SIR	<u>65,544</u>	<u>63,090</u>	<u>65,355</u>	<u>66,270</u>
Total	<u>81,403</u>	<u>77,445</u>	<u>79,077</u>	<u>77,758</u>
Expenditures and Uses of Funds:				
Expenditures	<u>56,131</u>	<u>112,090</u>	<u>64,823</u>	<u>114,770</u>
Total	<u>56,131</u>	<u>112,090</u>	<u>64,823</u>	<u>114,770</u>
Revenues and Sources Over (Under) Expenditures and Uses	25,272	(34,645)	14,254	(37,012)
Beginning Balance, July 1	<u>277,463</u>	<u>302,735</u>	<u>302,735</u>	<u>316,989</u>
Ending Balance, June 30	\$ <u><u>302,735</u></u>	<u><u>268,090</u></u>	<u><u>316,989</u></u>	<u><u>279,977</u></u>

The Employee Benefits Self Insurance Fund accounts for the City's self insured vision and other miscellaneous benefits.

RESERVES

Statement of Revenues, Expenditures and Balances

	General Fund Reserve	Contingency Reserve	Emergency Reserve	Revenue Stabilization Reserve	Budget Transition Reserve	Property Management Reserve	Capital Improvement Reserve	Strategic Property Acquisition Reserve	Compensated Absences *
Revenues and Sources of Funds:									
Revenues	\$ 0	0	0	0	0	0	0	0	0
G. F. Carryover	2,564,549	0	0	0	0	0	0	0	0
Transfer	756,903	0	0	0	0	0	0	16,520	1,000,000
Capital Project Refunds	0	0	0	0	0	0	52,000	0	0
Total	3,321,452	0	0	0	0	0	52,000	16,520	1,000,000
Expenditures and Uses of Funds:									
Expenditures	407,557	0	0	0	240,000	0	0	0	0
Debt Service	756,903	0	0	0	0	0	0	0	0
Transfers	1,009,524	0	0	0	0	0	0	0	0
Total	2,173,984	0	0	0	240,000	0	0	0	0
Revenues and Sources Over (under) Expenditures and Uses	1,147,468	0	0	0	(240,000)	0	52,000	16,520	1,000,000
Beginning Balance, July 1	21,343,514	3,615,776	7,250,000	5,695,569	9,542,777	1,600,000	5,669,282	4,574,675	5,454,787
Reserves	(3,256,506)	0	0	0	0	0	0	0	0
Ending Balance, June 30	\$ 19,234,476	3,615,776	7,250,000	5,695,569	9,302,777	1,600,000	5,721,282	4,591,195	6,454,787

* Appropriations for Compensated Absence Reserve are on an as needed basis up to the amount of the balance.

ADOPTED 2003-04 BUDGET - SCHEDULE OF INTERFUND TRANSFERS

EXPENDITURES	REVENUES						TOTAL
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Enterprise Funds	Internal Service Funds	Reserve Funds
General Fund/Shoreline Golf Links	250,000		1,027,244		7,703	552,821	
Special Revenue Funds	3,698,444	583,234	5,143,379	17,202,782	16,165	52,907	773,423
Capital Projects Funds				858,162			
Enterprise Funds				3,919,000	296,720	288,982	
Internal Service Funds					94,628	1,015,279	
Reserve Funds		9,524					1,000,000
TOTAL	\$3,948,444	592,758	6,170,623	21,979,944	415,216	1,909,989	1,773,423
							\$36,790,397

NOTES

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